



# 2021 Annual Report

Mercury Bay Club Inc  
For the year ended 31 March 2021

Prepared by Business One Limited



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# Compilation Report

## Mercury Bay Club Inc For the year ended 31 March 2021

Compilation Report to the Executive of Mercury Bay Club Inc.

### Scope

On the basis of information provided and in accordance with Service Engagement Standard 2 Compilation of Financial Information, we have compiled the financial statements of Mercury Bay Club Inc for the year ended 31 March 2021.

These statements have been prepared in accordance with the accounting policies described in the Notes to these financial statements.

### Responsibilities

The Executive are solely responsible for the information contained in the financial statements and have determined that the Special Purpose Reporting Framework used is appropriate to meet your needs and for the purpose that the financial statements were prepared.

The financial statements were prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the financial statements.

### Independence

We have no involvement with Mercury Bay Club Inc other than for the preparation of financial statements and management reports and offering advice based on the financial information provided.

### Disclaimer

We have compiled these financial statements based on information provided. Accordingly, we do not accept any responsibility for the reliability, accuracy or completeness of the compiled financial information contained in the financial statements. Nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on these financial statements.

*Business One Limited*

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Business One Limited

433 Pollen Street, Thames

Dated: 17 June 2021

# Statement of Profit or Loss

Mercury Bay Club Inc

For the year ended 31 March 2021

	2021	2020
<b>Income</b>		
<b>Bar Account</b>		
<b>Trading Revenue</b>		
Bar Sales	404,049	531,918
Wholesale Sales	6,533	5,373
<b>Total Trading Revenue</b>	<b>410,582</b>	<b>537,292</b>
<b>Cost of Goods Sold</b>		
Bar Purchases	146,409	193,059
Bar Stock Movement	43	1,093
<b>Total Cost of Goods Sold</b>	<b>146,453</b>	<b>194,152</b>
<b>Direct Costs</b>		
Electricity	-	4,400
Gas	3,677	5,304
Wages	152,724	136,578
Waste	3,325	3,164
<b>Total Direct Costs</b>	<b>159,726</b>	<b>149,446</b>
<b>Total Bar Account</b>	<b>104,404</b>	<b>193,693</b>
<b>Clothing</b>		
<b>Trading Revenue</b>		
Clothing Sales	-	915
<b>Total Trading Revenue</b>	<b>-</b>	<b>915</b>
<b>Cost of Goods Sold</b>		
Clothing Purchases	-	915
Clothing Stock Movement	37	-
<b>Total Cost of Goods Sold</b>	<b>37</b>	<b>915</b>
<b>Total Clothing</b>	<b>(37)</b>	<b>-</b>
<b>Kitchen</b>		
<b>Trading Revenue</b>		
Kitchen Sales	-	199,468
Kitchen Operating Recovery	3,565	3,463
<b>Total Trading Revenue</b>	<b>3,565</b>	<b>202,931</b>
<b>Cost of Goods Sold</b>		
Purchases	-	101,849
<b>Total Cost of Goods Sold</b>	<b>-</b>	<b>101,849</b>
<b>Direct Costs</b>		
Electricity & Gas	-	12,724
Laundry & Cleaning	151	325
Repairs & Servicing	1,021	1,603

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	2021	2020
Wages	-	99,732
Waste	-	1,353
<b>Total Direct Costs</b>	<b>1,172</b>	<b>115,737</b>
<b>Total Kitchen</b>	<b>2,393</b>	<b>(14,655)</b>
<b>Raffles</b>		
<b>Trading Revenue</b>		
Raffles Income	79,915	112,389
<b>Total Trading Revenue</b>	<b>79,915</b>	<b>112,389</b>
<b>Cost of Goods Sold</b>		
Raffles Purchases	62,537	72,535
Raffles Stock Movement	(170)	(424)
<b>Total Cost of Goods Sold</b>	<b>62,368</b>	<b>72,111</b>
<b>Total Raffles</b>	<b>17,547</b>	<b>40,278</b>
<b>Gaming</b>		
<b>Revenue</b>		
Gaming Income	469,777	473,535
Interest received - Gaming	30	9
<b>Total Revenue</b>	<b>469,806</b>	<b>473,544</b>
<b>Direct Costs</b>		
Accounting Fees	1,165	1,165
Audit Fees	580	580
Bank Fees	-	250
Electricity	2,700	2,700
Depreciation	32,005	29,977
EMS Data System	13,632	14,430
Gaming Duty	108,963	108,887
Insurance	2,160	2,160
Licences	11,081	15,241
Loss on Asset Disposal	-	1,010
Interest	3,652	4,274
Problem Gambling Levy	4,214	4,935
Service Contract	15,820	15,965
Wages	10,000	10,000
<b>Total Direct Costs</b>	<b>205,971</b>	<b>211,573</b>
<b>Authorised Purposes</b>		
Authorised Purposes Allocation	252,008	261,971
<b>Total Authorised Purposes</b>	<b>252,008</b>	<b>261,971</b>
<b>Total Gaming</b>	<b>11,827</b>	<b>-</b>
<b>Sports Group Equity</b>		
<b>8 Ball/Pool</b>		
8 Ball /Pool Income	1,687	3,233

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	2021	2020
8 Ball/Pool Expenses	(1,733)	(1,638)
Transfer to Sports Group Equity	45	(1,595)
<b>Total 8 Ball/Pool</b>	-	-
<b>Bowls</b>		
Bowls Income	7,114	9,530
Bowls Expenses	(6,294)	(7,737)
Transfer to Sports Group Equity	(820)	(1,792)
<b>Total Bowls</b>	-	-
<b>Darts</b>		
Darts Income	652	7
Darts Expenses	-	(312)
Transfer to Sports Group Equity	(652)	305
<b>Total Darts</b>	-	-
<b>Fishing</b>		
Fishing Income	2,001	2,504
Fishing Expenses	(1,496)	(1,565)
Transfer to Sports Group Equity	(505)	(939)
<b>Total Fishing</b>	-	-
<b>Snooker</b>		
Snooker Income	5,697	5,132
Snooker Expenses	(4,515)	(4,831)
Transfer to Sports Group Equity	(1,182)	(301)
<b>Total Snooker</b>	-	-
<b>Ten Pin Bowling</b>		
Ten Pin Bowling Income	5,699	6,820
Ten Pin Bowling Expenses	(4,515)	(7,260)
Transfer to Sports Group Equity	(1,185)	440
<b>Total Ten Pin Bowling</b>	-	-
<b>Total Sports Group Equity</b>	-	-
Special Events Income	35	8,076
Members Welfare Income	3,394	-
<b>Total Income</b>	<b>139,563</b>	<b>227,392</b>
<b>Gross Profit</b>	<b>139,563</b>	<b>227,392</b>
<b>Non Trading Revenue</b>		
Courtesy Vehicle Income/Sponsor	2,272	5,098
Donations Received	17,278	55
Insurance Claim	-	850
Interest Received	390	27
Kids Xmas Party	45	227
Subscription Income	38,919	42,909
<b>Other</b>		

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	2021	2020
Club venue hire	-	87
Commission	1,257	578
Multi screen advertising	-	43
Seafood Carnival Income	4,650	3,752
TAB Income	-	(1)
<b>Total Other</b>	<b>5,907</b>	<b>4,460</b>
MSD Wage Subsidy	86,900	4,093
<b>Total Non Trading Revenue</b>	<b>151,711</b>	<b>57,718</b>
<b>Net Income (Loss) Before Expenses</b>	<b>291,274</b>	<b>285,111</b>
<b>Expenses</b>		
ACC Levies	2,102	2,825
Accounting Fees	6,200	9,835
Advertising	8,530	17,463
Audit Fees	20,420	5,860
Bank Fees	1,647	4,490
Cleaning & Laundry	40,642	47,665
Computer Expenses	5,113	5,000
Conference Fees & Travel	3,608	2,725
Crockery and Cutlery	40	40
Electricity	19,468	18,397
Glassware	993	1,500
Grants approved	500	3,280
Guests & Hospitality	1,708	2,682
Honoraria & Allowances	-	7,000
Insurance	17,030	16,859
Interest Paid	18,846	25,936
Kitchen Misc	-	2,965
Member Draws	6,897	16,000
Motor Vehicle Expenses	289	1,218
Plant Hire	4,049	4,338
Postage and Freight	1,316	1,300
Quiz night	6,956	6,296
R&M Buildings & Grounds	25,929	17,723
R&M Courtesy Vehicle	1,469	1,225
R&M Furniture and Fittings	374	1,597
R&M Plant	7,647	10,534
R&M Wages	-	5,673
Raffle Expenses	1,444	1,579
Rates	11,147	10,130
Rates - Water	442	-
Seafood Carnival Costs	3,738	3,767
Security	889	600
Sky TV	11,695	14,436

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	2021	2020
Social Activities	27,519	52,179
Staff Amenities	854	797
Stationery & Printing	3,241	8,170
Subscriptions & Licences	9,410	11,292
Telephone	4,270	7,209
Valuation fee	-	750
Wages - Administration	92,216	91,869
Welfare	10,059	6,263
Transferred Authorised Purpose Expenses	(252,008)	(261,971)
<b>Total Expenses</b>	<b>126,691</b>	<b>187,494</b>
<b>Net Profit (Loss) Before Taxation &amp; Adjustments</b>	<b>164,583</b>	<b>97,617</b>
<b>Taxation and Adjustments</b>		
Depreciation	60,854	64,536
<b>Total Taxation and Adjustments</b>	<b>60,854</b>	<b>64,536</b>
<b>Net Profit (Loss) for the Year</b>	<b>103,729</b>	<b>33,081</b>

These financial statements must be read in conjunction with the Notes to the Financial Statements and attached Audit Report.



# Balance Sheet

## Mercury Bay Club Inc As at 31 March 2021

31 MAR 2021 31 MAR 2020

### Assets

#### Current Assets

##### Cash and Bank

Cash on Hand - ATM	9,080	4,000
Cash on Hand - Gaming	16,940	16,940
Cash on Hand - Till	10,650	11,350
BNZ 02 Pool Account	3,168	2,965
BNZ 03 Taxation Account	28,938	3,265
BNZ 04 Garden Bar Funds	932	932
BNZ 05 Gaming Account	82,605	2,916
BNZ 07 Darts Account	7,505	6,753
BNZ 08 Fishing Account	5,922	4,993
BNZ 09 Indoor Bowls Account	6,620	5,592
BNZ 10 Staff Social Account	1,289	1,246
BNZ 11 Ten Pin Bowling Account	5,008	3,440
BNZ 12 Snooker Account	5,007	3,109
BNZ 25 Courtesy Car	3,901	52,755
BNZ 26 Donations Account	15,684	60
BNZ 29 Subscription Account	3,503	2,052
BNZ 01 ATM Account	2,611	-
Westpac	207	487
<b>Total Cash and Bank</b>	<b>209,571</b>	<b>122,855</b>

Accrued Income	108	-
Debtors	1,207	3,989
Investments	8,780	8,525
Prepayments	2,428	3,911
Stock on Hand	19,266	19,176
<b>Total Current Assets</b>	<b>241,360</b>	<b>158,455</b>

#### Non-Current Assets

Property, Plant and Equipment	2,420,849	2,480,692
<b>Total Non-Current Assets</b>	<b>2,420,849</b>	<b>2,480,692</b>

<b>Total Assets</b>	<b>2,662,209</b>	<b>2,639,148</b>
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### Liabilities

#### Current Liabilities

##### Bank

Daily Banking Clearing A/C	(2,051)	-
BNZ 00 Main Club Account	12,430	25,005
<b>Total Bank</b>	<b>10,379</b>	<b>25,005</b>

Accounts Payable	63,675	38,958
Employee Entitlements	25,024	22,644


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	31 MAR 2021	31 MAR 2020
GST Payable	19,745	13,830
Government Wage Subsidy	8,658	45,025
Funds Held - Social Club	1,289	1,246
PAYE	6,884	6,031
Provisions	1,596	4,815
<b>Loans</b>		
<b>Loans</b>		
BNZ 17 Gaming Loan Current Portion	9,647	-
BNZ 09 Main Loan Current Portion	50,738	-
BNZ 15 Gaming Loan 16 Current Portion	36,181	-
RSA Loan	10,000	10,000
IRD Small Business Loan	22,600	-
<b>Total Loans</b>	<b>129,166</b>	<b>10,000</b>
<b>Total Loans</b>	<b>129,166</b>	<b>10,000</b>
<b>Other Current Liabilities</b>		
Contra Account	-	-
<b>Total Other Current Liabilities</b>	<b>-</b>	<b>-</b>
<b>Total Current Liabilities</b>	<b>266,417</b>	<b>167,554</b>
<b>Non-Current Liabilities</b>		
<b>Loans</b>		
BNZ - Main Loan	286,152	362,827
BNZ - Business First Loan	-	33,666
BNZ - Gaming Loan	-	51,264
BNZ - Gaming Loan 2	-	6,084
BNZ - Gaming Loan 17	5,540	21,681
<b>Total Loans</b>	<b>291,692</b>	<b>475,522</b>
<b>Total Non-Current Liabilities</b>	<b>291,692</b>	<b>475,522</b>
<b>Total Liabilities</b>	<b>558,109</b>	<b>643,076</b>
<b>Net Assets</b>	<b>2,104,100</b>	<b>1,996,072</b>
<b>Equity</b>		
<b>Retained Earnings</b>		
Retained earnings/Accumulated funds	54,266	21,185
Current year earnings	103,729	33,081
Asset Revaluation Reserve	1,943,682	1,943,682
Sports Group Reserve	30,319	26,020
Realised Capital Reserve	(27,896)	(27,896)
<b>Total Retained Earnings</b>	<b>2,104,100</b>	<b>1,996,072</b>
<b>Total Equity</b>	<b>2,104,100</b>	<b>1,996,072</b>

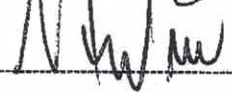
For and on behalf of the Board:

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Peter Berry - President

Date.....18-6-21

  
Stephen Andrew - Manager

Date.....18-6-21

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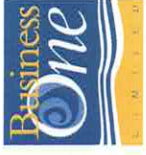
# Statement of Changes in Equity

Mercury Bay Club Inc

For the year ended 31 March 2021

	2021	2020
<b>Equity</b>		
Opening Balance	1,996,072	1,958,726
<b>Increases</b>		
Profit for the Period	103,729	33,081
Retained Earnings	-	382
Sports Group Reserve	4,299	3,883
<b>Total Increases</b>	<b>108,029</b>	<b>37,346</b>
<b>Total Equity</b>	<b>2,104,100</b>	<b>1,996,072</b>

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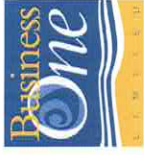
# Depreciation Schedule

Mercury Bay Club Inc  
For the year ended 31 March 2021

ASSET NUMBER	NAME	RATE	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
<b>Buildings</b>										
LB103	Club Buildings - 69 Cooks Drive	3.00%	1 Apr 1998	1,344,316	364,534	-	-	40,329	1,020,111	324,205
LB104	Club Buildings Revaluation - May 2016	0.00%	31 Mar 2006	63,267	63,267	-	-	-	-	63,267
LB105	Vinyl Flooring - front of Bar	21.60%	13 Oct 2005	4,228	-	-	-	-	4,228	-
LB106	Vinyl Flooring - Behind Bar	20.00%	30 Jun 2011	1,514	212	-	-	42	1,344	170
LB107	Carpet - Additions 1997-98	33.00%	1 Apr 1998	12,430	1	-	-	-	12,429	1
LB108	Carpet Additions 1998	33.00%	1 Apr 1998	15,711	2	-	-	1	15,710	1
LB109	Carpet Additions 2007	48.00%	4 Oct 2007	2,291	1	-	-	-	2,291	-
LB110	Canopy - roof over smoking area	11.40%	30 Sep 2004	2,664	405	-	-	46	2,305	359
LB111	Smoking area - Screening	11.40%	18 May 2005	1,932	-	-	-	-	1,932	-
LB112	Canopy glass - Restaurant	11.40%	23 Aug 2005	4,443	344	-	-	344	4,443	-
LB113	Garden Bar Fence	10.00%	12 Apr 2017	1,375	1,012	-	-	101	465	911
LB114	Playground	13.00%	14 Dec 2017	2,500	1,831	-	-	238	907	1,593
LB115	Pergola - timber	10.00%	12 Dec 2017	868	685	-	-	69	251	617
LB116	Pergola timber (2)	10.00%	14 Dec 2017	868	685	-	-	69	251	617
LB117	Vinyl - for toilets	20.00%	30 Apr 2019	3,054	2,443	-	-	489	1,099	1,955
LB118	Plumbing - toilets	8.00%	31 May 2019	1,514	1,403	-	-	112	223	1,291
LB119	Carpet - Bar and Office	13.00%	23 Aug 2019	19,500	17,810	-	-	2,315	4,005	15,494
<b>Total Buildings</b>				<b>1,482,474</b>	<b>454,635</b>	-	-	<b>44,156</b>	<b>1,071,995</b>	<b>410,479</b>
<b>Furniture &amp; Fittings</b>										
FF101	Furniture & Fittings	20.00%	1 Apr 1998	33,454	62	-	-	12	33,404	50
FF102	Chairs & Tables	10.00%	1 Apr 1998	16,073	880	-	-	88	15,281	792

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Depreciation Schedule

ASSET NUMBER	NAME	RATE	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
FF103	Cabinets	6.50%	1 Apr 1998	627	103	-	-	7	531	96
FF104	Fire Surround	6.50%	1 Apr 1998	411	73	-	-	5	342	69
FF105	S/Bow Leaner	18.00%	1 Apr 1998	1,581	14	-	-	3	1,569	12
FF106	Pool Tables	15.00%	1 Apr 1998	4,009	4	-	-	1	4,006	3
FF107	Green Light shades	18.00%	1 Apr 1998	778	8	-	-	1	772	6
FF108	Bar Fittings	20.00%	1 Apr 1998	27,295	188	-	-	38	27,145	150
FF109	Club Light Fittings	20.00%	1 Apr 1998	18,501	127	-	-	26	18,399	102
FF110	50 Standard Stacking Chairs	18.00%	1 Apr 1998	2,090	30	-	-	5	2,066	24
FF111	Trestle Tables (6)	18.00%	1 Dec 2002	1,950	63	-	-	11	1,898	52
FF112	8x Bar Leaners	18.00%	31 Jul 2003	1,984	72	-	-	13	1,925	59
FF113	64 x Bar Stools	18.00%	31 Jul 2003	6,040	218	-	-	39	5,861	179
FF114	BBQ Tables	26.40%	31 Dec 2004	1,741	16	-	-	4	1,729	12
FF115	Table& Chairs	21.60%	29 Jun 2004	4,444	95	-	-	21	4,370	74
FF116	Wheelchair Baymos	39.60%	5 May 2005	456	-	-	-	-	456	-
FF117	Filing Cabinet 2 Dr Stone Grey	14.40%	5 Jul 2005	190	19	-	-	3	173	17
FF118	40ltr Hot water Urn	18.00%	15 Sep 2005	190	10	-	-	2	181	9
FF119	20ltr Hot Water Urn	24.00%	11 Sep 2006	541	13	-	-	3	531	10
FF120	Stools (4)	24.00%	8 May 2007	2,108	61	-	-	15	2,062	46
FF121	Fire Extinguisher 3.5 Kg	15.80%	26 Sep 2006	647	63	-	-	10	594	53
FF122	Soundfold 265TC	19.20%	9 Nov 2007	8,125	579	-	-	111	7,657	468
FF123	Roller Shutter	19.20%	17 Dec 2007	2,446	178	-	-	34	2,302	144
FF124	Pedestal Fan (2)	30.00%	29 Feb 2008	551	7	-	-	2	546	5
FF125	Digital Locks	24.00%	29 Feb 2008	519	19	-	-	5	504	15
FF126	Open Felt Board	21.60%	13 Jul 2009	511	38	-	-	8	482	30
FF127	Baby Changing Station	16.00%	24 May 2011	607	129	-	-	21	499	108
FF129	Screenflex Room Divider(2)	13.00%	26 Nov 2015	9,942	5,388	-	-	700	5,255	4,687
FF130	Whiteboard Mobile Double Sided	13.00%	1 Aug 2016	519	312	-	-	41	247	272

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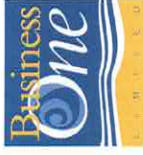


Depreciation Schedule

ASSET NUMBER	NAME	RATE	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
FF131	Stage Tracks & Drapes	25.00%	1 May 2016	958	311	-	-	78	725	233
FF132	Reconditioned Stools - Gaming	16.00%	1 May 2016	6,300	3,536	-	-	566	3,330	2,970
FF133	Customised Cabinet bases-Gaming	16.00%	9 Dec 2016	16,644	9,342	-	-	1,495	8,797	7,847
FF134	Mitsubishi Heat pump	20.00%	17 Jun 2020	2,500	-	2,500	-	417	417	2,083
<b>Total Furniture &amp; Fittings</b>				<b>174,732</b>	<b>21,958</b>	<b>2,500</b>	<b>-</b>	<b>3,782</b>	<b>154,056</b>	<b>20,676</b>
<b>Gaming Machines</b>										
GM100	Mystic Multistar#1963737	33.00%	1 May 1999	20,720	-	-	-	-	20,720	-
GM101	M/S Foxy Fortune#01965765	33.00%	1 Apr 2001	19,295	58	-	-	19	19,256	39
GM102	Multistar 12 #1964262	33.00%	1 Nov 2002	22,610	34	-	-	11	22,587	23
GM103	6 X Note Acceptors	33.00%	1 May 2003	18,000	21	-	-	7	17,986	14
GM104	Multistar 1G Megastar#1970105	33.00%	21 Apr 2005	27,995	90	-	-	30	27,935	60
GM105	Fibre Optic Cable	14.40%	31 Mar 2006	460	52	-	-	7	416	44
GM106	EMS Installation	15.60%	30 Sep 2006	4,005	402	-	-	63	3,666	339
GM107	Multistar 9 #10953773	33.00%	23 Jan 2007	9,500	53	-	-	18	9,464	36
GM108	Multistar Safari#01960454	33.00%	30 Jan 2009	12,895	147	-	-	48	12,797	98
GM109	Perf Optimising Monitoring System	33.00%	26 Jul 2010	721	12	-	-	4	713	8
GM110	Multistar Gold Fever3 #01920502	33.00%	16 Feb 2011	35,495	1,036	-	-	342	34,801	694
GM111	Sniffer System	33.00%	16 Feb 2011	3,500	80	-	-	26	3,447	53
GM112	Shuttle Monitor	33.00%	16 Feb 2011	1,200	27	-	-	9	1,182	18
GM113	Multistar Gold Fever#1970992	33.00%	30 May 2012	33,995	1,436	-	-	474	33,033	962
GM114	Multistar Mystery Mix#1920993	33.00%	30 May 2012	38,995	2,332	-	-	770	37,433	1,562
GM116	Megastar 3#1922580	33.00%	3 Sep 2003	29,000	2,120	-	-	700	27,579	1,421
GM117	Classic Collections 4#01984047	33.00%	30 Nov 2015	5,995	1,042	-	-	344	5,297	698
GM119	Multistar Classic #01984048	33.00%	30 Nov 2015	5,995	1,042	-	-	344	5,297	698

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Depreciation Schedule

ASSET NUMBER	NAME	RATE	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
GM120	UBA Note Acceptors (x9)	33.00%	30 Nov 2015	9,765	1,698	-	-	560	8,627	1,138
GM121	Aristocrat UBA Note Acceptors (2x)	33.00%	30 Nov 2015	2,640	459	-	-	151	2,332	308
GM122	Konoami UBA Note Acceptors	33.00%	30 Nov 2015	1,295	225	-	-	74	1,144	151
GM123	Paltronic Jackpot System	33.00%	30 Nov 2015	20,000	3,478	-	-	1,148	17,670	2,330
GM124	Sinfo Kits	33.00%	30 Nov 2015	9,700	1,687	-	-	557	8,570	1,130
GM125	Witing	33.00%	30 Nov 2015	1,267	220	-	-	73	1,120	147
GM126	Best Bets LC 701328	33.00%	1 Nov 2016	14,200	3,688	-	-	1,217	11,729	2,471
GM127	P C Sapphire Edition#701327	33.00%	1 Nov 2016	14,200	3,688	-	-	1,217	11,729	2,471
GM130	High Stakes 701494	33.00%	3 Sep 2018	10,000	5,410	-	-	1,785	6,375	3,625
GM131	Magic Pearl LC 701495	33.00%	3 Sep 2018	10,000	5,410	-	-	1,785	6,375	3,625
GM132	Media Controller for screens	33.00%	5 Nov 2018	4,000	2,312	-	-	763	2,451	1,549
GM133	Aristocrat Tiki Lighting	33.00%	13 Jun 2019	23,995	17,396	-	-	5,741	12,339	11,656
GM134	Best Bets LC 701328 Addition	33.00%	13 Jun 2019	5,000	3,625	-	-	1,196	2,571	2,429
GM135	Fantastic Rewards Multi V99	33.00%	10 Dec 2019	24,995	22,246	-	-	7,341	10,090	14,905
GM136	Moon race -addition to Sapphire edition	33.00%	10 Dec 2019	5,000	4,450	-	-	1,469	2,019	2,982
GM137	Fireball Money Beans	33.00%	30 Nov 2020	26,995	-	26,995	-	3,712	3,712	23,283
<b>Total Gaming Machines</b>				<b>473,428</b>	<b>85,977</b>	<b>26,995</b>	<b>-</b>	<b>32,005</b>	<b>392,461</b>	<b>80,967</b>
<b>Kitchen Plant &amp; Equipment</b>										
KT099	Oven Bakbar Turbofan	18.00%	23 Aug 2005	3,995	218	-	-	39	3,816	179
KT101	Kitchen Plant	10.00%	1 Apr 1998	5,618	294	-	-	29	5,354	264
KT102	Food Slicer	10.00%	1 Apr 1998	1,799	98	-	-	10	1,711	88
KT103	Serving Bowls	50.00%	1 Apr 1998	180	-	-	-	-	180	-
KT104	Roband & Dish Display	15.00%	1 Apr 1998	1,335	30	-	-	5	1,309	26
KT105	Chest Freezer	15.00%	1 Feb 2003	1,421	87	-	-	13	1,347	74
KT106	Robot 10Quart Mixer	15.00%	1 May 2002	1,239	69	-	-	10	1,181	58
KT107	Sink Bench	11.40%	31 Aug 2009	4,359	581	-	-	66	3,844	515

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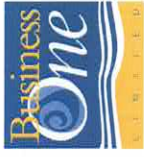
Depreciation Schedule



ASSET NUMBER	NAME	RATE	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
KT111	Chiller - Kitchen	14.40%	1 Dec 1999	2,667	114	-	-	16	2,570	97
KT113	Kitchen Alterations	18.00%	30 Nov 2005	19,949	1,147	-	-	207	19,008	941
KT114	Hot cupboard/Bain Marie	18.00%	23 Aug 2005	4,262	234	-	-	42	4,070	192
KT115	Fume Hoods	11.40%	23 Aug 2005	2,472	419	-	-	48	2,101	371
KT117	Chiller Delta Horizon	18.00%	23 Aug 2005	4,195	230	-	-	41	4,007	188
KT118	Freezer Delta Horizon	18.00%	23 Aug 2005	4,235	232	-	-	42	4,045	190
KT119	Baine Marie	19.20%	23 Oct 2008	2,009	174	-	-	33	1,868	141
KT120	Microwave	36.00%	1 Nov 2008	584	4	-	-	1	582	2
KT121	Kitchen Utensils	19.20%	1 Nov 2008	4,251	378	-	-	73	3,946	305
KT122	Kitchen Utensils 2010	19.20%	30 Apr 2009	7,550	724	-	-	139	6,965	585
KT123	Food Processor 5200 Magimix	36.00%	11 Mar 2010	687	8	-	-	3	682	5
KT124	Kichen utensils 2011	16.00%	31 Mar 2011	6,156	1,264	-	-	202	5,094	1,062
KT125	HD200 LPG Gas Califont	16.00%	30 May 2011	2,028	429	-	-	69	1,668	360
KT126	Kitchen Utensils 2012	16.00%	31 Mar 2012	4,683	1,145	-	-	183	3,721	962
KT127	Sharp Microwave	50.00%	16 May 2012	848	4	-	-	2	846	2
KT128	Waldorf Filta max	13.00%	31 Aug 2012	3,370	1,161	-	-	151	2,360	1,010
KT129	Blue Seal Range 900mm Gas	16.00%	4 Aug 2015	7,000	3,114	-	-	498	4,385	2,615
KT130	Aitken Electric Turbofan Oven	10.00%	1 Aug 2016	3,895	2,651	-	-	265	1,509	2,386
KT131	Electrolux Underbench Dishwasher	20.00%	1 Nov 2016	5,364	2,519	-	-	504	3,349	2,015
KT132	Rinse BenchmarkC:W Swing arm	20.00%	19 Oct 2016	544	251	-	-	50	343	201
KT133	Restaurant Paging System	40.00%	15 Dec 2016	3,834	718	-	-	287	3,403	431
KT134	Oven electrical Turbofan	10.00%	10 Apr 2018	4,850	3,928	-	-	393	1,314	3,536
KT135	Blue Seal Fryer as installed	16.00%	20 Mar 2019	3,946	3,270	-	-	523	1,199	2,747
KT136	Spit Roast Salad Bar	16.00%	8 Oct 2019	480	442	-	-	71	109	371
<b>Total Kitchen Plant &amp; Equipment</b>				<b>119,805</b>	<b>25,934</b>	-	-	<b>4,016</b>	<b>97,886</b>	<b>21,919</b>
<b>Land</b>										

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Depreciation Schedule

ASSET NUMBER	NAME	RATE	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
LB100	Land - 69 Cooks Drive	0.00%	1 Apr 1998	11,650	11,650	-	-	-	-	11,650
LB102	Land Revaluation - May 2016	0.00%	31 Mar 2006	1,838,350	1,838,350	-	-	-	-	1,838,350
<b>Total Land</b>				<b>1,850,000</b>	<b>1,850,000</b>	-	-	-	-	<b>1,850,000</b>
<b>Office Equipment</b>										
FA-0002	Yealink Phone Hardware	30.00%	12 Aug 2020	990	-	990	-	198	198	792
OE101	Entrance Desk	10.00%	1 Jul 2000	1,460	183	-	-	18	1,295	165
OE102	Sound system	33.00%	1 Dec 2001	10,986	8	-	-	3	10,981	5
OE103	Adobe Photoshop- Software	48.00%	30 Apr 2003	1,750	-	-	-	-	1,750	-
OE104	Computer Server	48.00%	31 Jul 2003	9,597	-	-	-	-	9,597	-
OE105	5x Customer Till Displays	39.60%	31 Jul 2003	2,350	-	-	-	-	2,350	-
OE107	4x Barcode scanners	39.60%	31 Jul 2003	3,240	1	-	-	-	3,240	-
OE108	Office Bench & Deawers	11.40%	25 Nov 2004	402	62	-	-	7	347	55
OE109	Office Furniture- Manager's Office	21.60%	25 Aug 2004	685	15	-	-	3	673	12
OE110	Computer Table	21.60%	20 Sep 2004	220	5	-	-	1	216	4
OE111	Office Furniture	18.00%	4 Feb 2005	1,069	53	-	-	10	1,026	43
OE112	Ace Payroll System	48.00%	11 Feb 2005	250	-	-	-	-	250	-
OE113	POS Software & installation	60.00%	31 May 2007	15,927	-	-	-	-	15,927	-
OE114	Quest VTIL256M Terminal POS (6)	60.00%	31 May 2007	16,170	-	-	-	-	16,170	-
OE115	MYOB Accounting	60.00%	31 May 2007	3,143	-	-	-	-	3,143	-
OE116	Tellermat TY8100 Scale	30.00%	11 Jun 2012	1,600	17	-	-	5	1,588	12
OE117	Lenovo Think Centre	50.00%	11 Jun 2012	879	4	-	-	2	877	2
OE118	Quest LCD Display	60.00%	20 Oct 2012	950	1	-	-	1	950	-
OE119	HP Pavilion G550T	50.00%	25 Feb 2013	988	7	-	-	4	984	4
OE120	Think CentreM72e	50.00%	13 Jan 2014	1,043	14	-	-	7	1,036	7
OE121	Quest Software	50.00%	20 Feb 2014	2,013	29	-	-	14	1,999	14
OE122	Managers Laptop	50.00%	1 Jul 2015	648	25	-	-	13	635	13

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Depreciation Schedule

ASSET NUMBER	NAME	RATE	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
OE123	Fixed Asset Software	50.00%	1 Feb 2018	495	113	-	-	57	438	57
OE124	Addition to Fixed Asset Software	50.00%	31 Mar 2018	750	180	-	-	90	660	90
OE125	P C Office admin P C	50.00%	1 Aug 2018	1,022	341	-	-	170	852	170
OE126	Club Wed Site	50.00%	3 Sep 2018	870	308	-	-	154	716	154
	<b>Total Office Equipment</b>			<b>79,497</b>	<b>1,368</b>	<b>990</b>	<b>-</b>	<b>757</b>	<b>77,896</b>	<b>1,600</b>
<b>Plant &amp; Equipment</b>										
FA-0003	Ice Machine	13.00%	13 Oct 2020	600	-	600	-	39	39	561
FA-0004	Sound System	40.00%	4 Nov 2020	1,930	-	1,930	-	322	322	1,608
PE098	Counter	21.60%	1 May 2000	578	4	-	-	1	575	3
PE100	Plant and Equipment 1998	12.50%	1 Apr 1998	29,872	935	-	-	117	29,054	818
PE103	Safe	5.50%	1 Apr 1998	1,700	370	-	-	20	1,351	349
PE104	Chiller-Bar	10.00%	1 Apr 1998	857	55	-	-	5	808	49
PE105	Revaluation of Plant 5/94	15.00%	1 Apr 1998	42,065	3,674	-	-	551	38,942	3,123
PE106	FOB Bulk Line Detector	12.00%	1 Apr 1998	869	41	-	-	5	833	36
PE109	Coolroom/Platform	10.00%	1 Apr 1998	1,123	85	-	-	9	1,046	77
PE110	Additions Other-1998	12.00%	1 Apr 1998	6,675	397	-	-	48	6,325	350
PE111	Alarm System	20.00%	1 Jul 2002	3,780	73	-	-	15	3,722	58
PE112	Heater	18.00%	1 Oct 2002	324	10	-	-	2	316	8
PE113	Fire Extinguisher	20.00%	1 Feb 2003	570	12	-	-	2	560	10
PE114	Bar Starline Glasswasher	26.40%	30 Apr 2003	3,413	20	-	-	5	3,398	15
PE115	Cupboard Safe	9.00%	30 Apr 2003	338	68	-	-	6	276	62
PE118	Glycol Unit	18.00%	30 Nov 2003	4,050	157	-	-	28	3,922	128
PE119	CP Coin Scales	26.40%	30 Nov 2003	1,500	10	-	-	3	1,493	7
PE120	Coin Counter	26.40%	31 Dec 2003	755	5	-	-	1	751	4
PE121	2 Tap Beer System	18.00%	31 Jul 2004	1,223	54	-	-	10	1,179	44
PE122	8x Dart Board Cabinet	14.40%	31 Jul 2004	1,063	92	-	-	13	984	79
PE123	Micro Wireless Transmitter	33.00%	8 Oct 2004	455	1	-	-	-	454	1

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Depreciation Schedule

ASSET NUMBER	NAME	RATE	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
PE124	Headset Microphone	33.00%	30 Oct 2004	218	-	-	-	-	218	-
PE126	PVC Drum Patio Heater	39.60%	31 May 2005	404	-	-	-	-	404	-
PE127	Yamaha 5D DVD/Cd Player	39.60%	5 Jul 2005	733	-	-	-	-	733	-
PE129	Airconditioner Office & Games Room	21.60%	18 Nov 2005	5,694	172	-	-	37	5,559	135
PE130	2x Rubber Mats	21.60%	6 Dec 2005	930	29	-	-	6	907	23
PE131	Air Conditioner in Bar	11.40%	22 Dec 2005	2,293	405	-	-	46	1,934	359
PE133	Fridge Backloadef-Skope TME1000	18.00%	10 Mar 2006	4,000	245	-	-	44	3,799	201
PE134	Compressor 134A 1/5hp	18.00%	1 Feb 2006	729	44	-	-	8	693	36
PE136	Cash Drawer	48.00%	14 Jul 2006	498	-	-	-	-	498	-
PE137	Upgrade Coin meter	30.00%	1 May 2006	1,175	8	-	-	2	1,169	6
PE138	Teac 32in LCD Panel	48.00%	12 Jan 2007	1,676	-	-	-	-	1,676	-
PE140	Toilet Fans	24.00%	17 Jun 2007	1,401	42	-	-	10	1,369	32
PE141	GM Glass Washer	30.00%	6 Aug 2007	2,750	30	-	-	9	2,729	21
PE142	Scraprib Mat	48.00%	23 Oct 2007	618	-	-	-	-	618	-
PE143	Security System	24.00%	18 Jul 2008	3,074	262	-	-	63	2,875	199
PE144	Water Blaster	30.00%	22 Apr 2010	450	13	-	-	4	441	9
PE145	Alloy Light Bar	20.00%	29 Dec 2010	685	86	-	-	17	616	69
PE147	Ice Making Machine	16.00%	18 May 2011	3,271	692	-	-	111	2,690	581
PE148	3 TVs for play and general areas	40.00%	16 Nov 2011	1,302	18	-	-	7	1,291	11
PE149	TV-Garden Area	40.00%	28 Feb 2012	695	11	-	-	4	689	6
PE150	Outdoor Heater RAD	40.00%	24 May 2012	885	16	-	-	6	876	9
PE151	Coming Events Sign	10.00%	19 Jun 2012	1,789	784	-	-	78	1,084	705
PE152	Container (shared with rSA)	10.00%	15 Aug 2012	630	281	-	-	28	377	253
PE153	Bar Tab System	18.00%	1 Aug 2012	30,000	6,582	-	-	1,185	24,603	5,397
PE154	Heater(4)	40.00%	27 Jul 2013	639	18	-	-	7	628	11
PE155	LG 50"TV & mounting Bracket	40.00%	1 Dec 2014	759	51	-	-	20	728	31

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Depreciation Schedule

ASSET NUMBER	NAME	RATE	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
PE156	Security System	20.00%	1 Jun 2015	8,845	3,019	-	-	604	6,430	2,415
PE157	Microphones-Audio	40.00%	1 Jul 2015	1,228	111	-	-	44	1,161	67
PE158	F&P 8kg washing machine	25.00%	1 Aug 2016	1,169	411	-	-	103	861	308
PE159	F&P 5kg Dryer	25.00%	1 Aug 2016	562	197	-	-	49	414	148
PE160	Panasonic 65in LED Smart TV	40.00%	1 Jul 2016	2,165	327	-	-	131	1,969	196
PE161	Dorma Sliding Door	16.00%	1 Nov 2016	4,990	2,762	-	-	442	2,670	2,320
PE162	Skope Fridge Unit	25.00%	11 Jan 2017	1,700	673	-	-	168	1,195	505
PE163	Chiller - Bar	12.00%	1 Apr 1998	13,584	807	-	-	97	12,874	710
PE164	Chiller Equipment	33.00%	1 Apr 1998	10,934	2	-	-	1	10,933	1
PE165	Monitored smoke detectors	10.00%	6 Jun 2017	1,395	1,045	-	-	105	454	941
PE166	Projector	25.00%	29 Jun 2017	1,991	910	-	-	227	1,308	682
PE167	Multi Screen computer/software	50.00%	27 Jul 2017	12,873	2,145	-	-	1,073	11,800	1,073
PE168	Sound System for projector	40.00%	28 Sep 2017	1,155	332	-	-	133	955	199
PE169	3 X Panasonic commercial TV screens 55 inch	40.00%	28 Apr 2018	2,739	1,150	-	-	460	2,049	690
PE170	Projector screen	20.00%	7 May 2018	739	483	-	-	97	353	386
PE171	Defibrillator	30.00%	6 Dec 2018	2,010	1,266	-	-	380	1,124	886
PE172	Condensing unit for Bar	10.00%	31 Jan 2019	5,123	4,496	-	-	450	1,077	4,046
PE173	Cabling and Splitters for Multiscreen	8.00%	18 Jun 2018	2,389	2,066	-	-	165	488	1,901
PE174	Cabling & Splitters for HDM - screens	8.00%	26 Sep 2019	798	761	-	-	61	98	700
PE175	Multiscreen HDMI Modulator	8.00%	24 Jan 2020	672	659	-	-	53	66	606
<b>Total Plant &amp; Equipment</b>				<b>248,099</b>	<b>39,476</b>	<b>2,530</b>	<b>-</b>	<b>7,739</b>	<b>213,833</b>	<b>34,267</b>
<b>Vehicles</b>										
VH101	Nissan Presae 2005	30.00%	1 Nov 2014	9,130	1,344	-	-	403	8,189	941
<b>Total Vehicles</b>				<b>9,130</b>	<b>1,344</b>	<b>-</b>	<b>-</b>	<b>403</b>	<b>8,189</b>	<b>941</b>
<b>Total</b>				<b>4,437,165</b>	<b>2,480,692</b>	<b>33,015</b>	<b>-</b>	<b>92,858</b>	<b>2,016,316</b>	<b>2,420,849</b>

These financial statements must be read in conjunction with the Notes to the Financial Statements and attached Audit Report.



# Notes to the Financial Statements

## Mercury Bay Club Inc For the year ended 31 March 2021

### STATEMENT OF ACCOUNTING POLICIES

#### Accounting Entity

The Mercury Bay Club Inc was incorporated under the Incorporated Societies Act 1908 on the 26th of November 1974, and is a not-for-profit entity. The Club was established with the objective of promoting friendship, entertainment, and sporting facilities for members.

These financial statements have been prepared in accordance with the Special Purpose Financial Reporting (SPFR) Framework published by Chartered Accountants Australia and New Zealand, for the purpose of reporting to members.

Accordingly, these statements should not be relied on for any other purpose.

#### Measurement Base

The measurement base adopted is historical cost, except where certain fixed assets have been revalued, or otherwise disclosed below. Accrual accounting is used to match expenses and revenues and reliance is placed on the fact that the Club is a going concern.

#### Accounts Receivable

Accounts Receivable are stated at their anticipated realisable value. Bad debts are written off during the year as they are identified with appropriate adjustments being made as at balance date for any doubtful debts that may exist.

#### Fixed Assets

Fixed assets are stated at cost, except for Land and Buildings which are at valuation, less aggregate depreciation. Any assets leased by the entity that incorporate rights of ownership for the entity in the future has been included on the schedule of fixed assets with a corresponding liability for future lease payments in the statement of financial position. Lease payments that do not confer rights of ownership are included in the determination of operating profits in equal instalments over the term of the lease.

An independent valuation of Land and Buildings was completed on 4 April 2018 by Townshend Cullen, Registered Valuers. This determined that 69 Cook Drive, Whitianga was valued at \$2,375,000.

#### Depreciation

Depreciation has been calculated using the rates provided for taxation purposes in the Income Tax Act 2007. The particular rates and method of depreciation applied are as recorded on the Schedule of Fixed Assets that form part of these financial statements.

#### Goods and Services Tax (GST)

The financial statements have been prepared on a GST exclusive basis. Accounts Receivable and Accounts Payable are recorded in the Statement of Financial Position inclusive of GST. GST owing to or by the entity at balance date as recorded in the Statement of Financial Position, has been determined on an accruals basis.

#### Changes in Accounting Policies

A change has been made, in respect of the accrual of the Audit Fee for the 2021 financial year. There have been no changes in accounting policies except for the Audit Fee Accrual detailed and all policies have been applied on a consistent basis with the previous year.

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These financial statements must be read in conjunction with the attached Audit Report.



### Operating Revenue

Operating revenue represents revenue earned from the sale of the Club's products and services, net of any credits allowed.

### Inventories

Inventories are stated at the lower of cost, determined on a first-in-first-out basis, and net realisable value.

### Capital Reserves

There have been no changes in the amount of Capital Reserves over the year.

### Related Party Transactions

Lynn Forrest has the cleaning contract for the Mercury Bay Club and she also a Committee Member. The contract was awarded through an open tender.

Glenda Berry, Peter Berry's (Club President) wife, also works in the bar.

Ben Stevens, Delwyn Stevens (Committee Member) son is an employee of the Club. Delwyn Stevens holds the Restaurant contract.

Sheryl Andrews, Steve Andrews (Manager) wife is employed as a casual worker.

### Capital Expenditure Commitments

There were no commitments for capital expenditure at year end.

### Contingent Liabilities and Assets

There is a guarantee in favour of the New Zealand Racing Board of \$5,000 (2020: \$5,000)

There were no other known contingent liabilities or assets at balance date. (2020: \$Nil)

### Subsequent Events

There have been no events subsequent to balance date.

### Covid-19

Due to the level 3 & 4 restrictions of the Covid-19 lockdown, the Club was unable to open for approximately 2 months. This has impacted the 2021 revenue.

	2021	2020
<b>Liabilities - Loans</b>		
<b>Current Liabilities</b>		
RSA - Whitianga Loan	10,000	10,000
BNZ 17 Gaming Loan Current Portion	9,647	-
BNZ 09 Main Loan Current Portion	50,738	-
BNZ 15 Gaming Loan 16 Current Portion	36,181	-

These financial statements must be read in conjunction with the attached Audit Report.



	2021	2020
IRD Small Business Loan	22,600	-
<b>Total Current Liabilities</b>	<b>129,166</b>	<b>10,000</b>
<b>Non-Current Liabilities</b>		
BNZ - Main Loan	286,152	362,827
BNZ - Gaming Loan 17	5,540	21,681
BNZ - Business First Loan	-	33,666
BNZ - Gaming Loan	-	51,264
BNZ - Gaming Loan 2	-	6,084
<b>Total Non-Current Liabilities</b>	<b>291,692</b>	<b>475,522</b>
<b>Total Liabilities - Loans</b>	<b>420,858</b>	<b>485,522</b>

### Bank Revolving Credit Facility and Term Loans

The BNZ Revolving Credit Facility (\$25,000) and the BNZ Term Loans are secured over Land and Buildings (69 Cook Drive, Whitianga).

### Authorised Purpose Expenses

	2021	2020
	\$	\$
Accounting / Audit	15,972	12,524
Advertising	7,677	15,420
Capitation Fees (Club NZ Fees)	6,281	6,281
Cleaning	32,514	15,000
Computer Expenses	3,579	3,762
Electricity	13,268	10,000
Grants	500	3,280
Interest	15,077	25,030
Insurance	11,921	16,859
Membership	4,828	4,950
Printing & Stationery	2,269	6,000
Rates	8,113	10,053
Repairs & Maintenance	30,555	25,000
Security	889	500
Sky Television	10,526	14,000
Telephones	3,461	5,925
Club Conference	2,887	2,700
Piped Music	-	718

These financial statements must be read in conjunction with the attached Audit Report.



Wages - Repairs & Maintenance	-	5,561
Honorarium	-	1,376
Welfare Members	4,024	5,831
Wages - Administration	64,551	71,201
Depreciation	12,802	-
<b>Total Authorised Purposes Expenses</b>	<b>252,008</b>	<b>261,971</b>

### Committee Meeting - Attendance for the period August 2020 to May 2021

Number of Committee Meetings: 10

Peter Berry	10	
Bob Forrest	9	
Lynn Forrest	9	
Linda Fraser	10	
Trevor Fraser	10	
Steve Andrew	10	
Jenny Robertson	10	
Beverley Morrell	8	
Tony Freebairn	6	
Julene Andrews	8	
Delwyn Stevens	9	

### Provision for the Audit Fee

In the preparation of the Financial Statements, a provision for the Audit Fee to be charged in respect of the Financial Statements has been made. In prior years, no such provision was made. As a result, the 2021 fee reflects two years' audit fees, being the fee paid for the prior year audit and the current year's fee owing.

### Audit Fees (excluding GST)

	2021	2020
Lynch & Partners - 2019 Audit Fee		6,440
Absolute Auditing Ltd- 2020 Agreed Fee	6,400	
Absolute Auditing Ltd- 2020 Discounted Additional Fee	6,100	
Absolute Auditing Ltd- 2021 Agreed Fee	6,400	
Absolute Auditing Ltd- 2021 Discounted Additional Fee	2,100	

These financial statements must be read in conjunction with the attached Audit Report.



**Audit**

These financial statements have been audited, and as such must be read in conjunction with the attached Audit Report.

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These financial statements must be read in conjunction with the attached Audit Report.



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sarahdillon@absoluteauditing.com  
PO Box 16475, Bethlehem, Tauranga 3147  
Phone (027) 430 8707

## INDEPENDENT AUDITOR'S REPORT

To the Members of Mercury Bay Club Incorporated

### Qualified Opinion

We have audited the accompanying Financial Statements of Mercury Bay Club Incorporated on pages 4 to 26, which comprise of the Statement of Profit or Loss and Statement of Movements in Equity for the year ended 31 March 2021, the Balance Sheet as at 31 March 2021, and Notes to the Financial Statements which have been prepared using a Special Purpose Reporting Not-For-Profit Framework.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying Financial Statements give a true and fair view of the financial position of Mercury Bay Club Incorporated as at 31 March 2021, and its financial performance for the year then ended, in accordance with the Accounting Policies in Note 1.

### ***Basis for Qualified Opinion***

#### ***Audit Report Qualification – Control over Cash Income***

Control over certain cash income prior to being recorded in the financial books is limited and there is no practical audit procedure to determine the effects of this limited control.

We conducted our audit of the Statement of Profit and Loss, Balance Sheet, Statement of Changes in Equity, and the Notes to the Financial Statements in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Mercury Bay Club Incorporated in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as Auditor, we have no relationship with or interests in, Mercury Bay Club Incorporated.

### ***Emphasis of Matter - Basis of Accounting***

Without modifying our opinion, we draw attention to the Statement of Accounting Policies Note in the Financial Statements which describes the basis of accounting. The Financial Statements are prepared as "Special Purpose Reports". As a result, the Financial Statements may not be suitable for another purpose.

## **Committee Responsibilities for the Financial Statements**

The Committee is responsible on behalf of the Club for the preparation and fair presentation of the Financial Statements and for such internal control as the Committee determine is necessary, to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, the Committee is responsible on behalf of the Club for assessing the Club's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee either intend to liquidate the Club or to cease operations, or have no realistic alternative but to do so.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole, are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit in accordance with ISAs (NZ), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Club's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the use of the going concern basis of accounting by those charged with governance and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Club's ability to continue as a going concern. If we conclude a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the Club to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Committee regarding among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control we identify during our audit.

### ***Information Other than the Financial Statements and Auditor's Report Thereon***

The Committee is responsible for the preparation of other information provided to the members such as the President's Report which may contain financial information. The other information does not include the Financial Statements and our Auditor's Report thereon.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the Financial Statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. The other information was not available to the Auditor prior to the Audit Report being completed and therefore we are unable to draw a conclusion as to whether the information is consistent with that included in the Financial Statements.

*Absolute Auditing Ltd*

Sarah Dillon  
Absolute Auditing Ltd  
New Zealand  
18 June 2021